



ROCKTON POLICE PENSION FUND

110 East Main Street
Rockton, Illinois 61072



MINUTES OF A REGULAR MEETING OF THE BOARD OF TRUSTEES APRIL 27, 2022

A regular meeting of the Rockton Police Pension Fund Board of Trustees was held on Wednesday, April 27, 2022 at 4:00 p.m. in the Rockton Municipal Center located at 110 E. Main Street, Rockton, Illinois 61072, pursuant to notice.

CALL TO ORDER: Trustee Lans called the meeting to order at 4:00 p.m.

ROLL CALL:

PRESENT: Trustees Bruce Lans, Dean Camacho, Ronald Montgomery, Michael Johnson and Russell Schaefer

ABSENT: None

ALSO PRESENT: Treasurer Jaye Quimby and Village Collector Corine Hughes, Village of Rockton; Dave Harrington, Sawyer Falduto Asset Management, LLC; Attorney Chris Potthoff, Reimer Dobrovolny & LaBardi PC; Molly Weslow, Lauterbach & Amen, LLP (L&A)

PUBLIC COMMENT: There was no public comment.

APPROVAL OF MEETING MINUTES: *January 26, 2022 Regular Meeting:* The Board reviewed the January 26, 2022 regular meeting minutes. A motion was made by Trustee Johnson and seconded by Trustee Schaefer to approve the January 26, 2022 regular meeting minutes as written. Motion carried unanimously by voice vote.

INVESTMENT REPORT – SAWYER FALDUTO ASSET MANAGEMENT, LLC: *Quarterly Investment Performance Report:* Mr. Harrington presented the Quarterly Investment Performance Report for the period ending March 31, 2022. As of March 31, 2022, the first quarter net return is (6.2%) versus the first quarter account benchmark of (5.3%). The investment return for the quarter is (\$582,527) for an ending market value of \$8,822,661. The current asset allocation is as follows: Fixed Income at 52.9%, Equities at 45.2% and Cash Equivalents at 1.9%. Mr. Harrington reviewed the Market Commentary, Equity and Fixed Income Portfolios, Credit Rating Report and Transaction Ledger Report with the Board. A motion was made by Trustee Lans and seconded by Trustee Montgomery to accept the Quarterly Investment Performance Report as presented. Motion carried unanimously by voice vote.

Investment Policy – Review and Update as Needed: The Board discussed the Investment Policy and determined that no changes are required at this time.

ACCOUNTANT’S REPORT – LAUTERBACH & AMEN, LLP: *Monthly Financial Report and Presentation and Approval of Bills:* The Board reviewed the Monthly Financial Report for the nine-month period ending February 28, 2022, prepared by L&A. As of February 28, 2022, the net position held in trust for pension benefits is \$8,911,926.17 for a change in position of \$243,673.98. The Board also reviewed the Cash Analysis Report, Revenue Report, Expense Report, Member Contribution Report, Payroll Journal and the Vendor Check Report for the period December 1, 2021 through February 28, 2022 for total disbursements of \$15,871.65. A motion was made by Trustee Lans and seconded by Trustee Camacho to accept the Monthly Financial Report as presented and to approve the disbursements shown on the Vendor Check Report in the amount of \$15,871.65. Motion carried by roll call vote.

AYES: Trustees Lans, Camacho, Montgomery, Johnson and Schaefer
NAYS: None
ABSENT: None

Additional Bills, if any: The Board reviewed the following additional bills for approval:

- Reimer Dobrovolny & LaBardi PC invoice #28102 in the amount of \$772.43 for legal services rendered
- Lauterbach & Amen, LLP invoice #63319 in the amount \$850 for monthly Accounting and Benefit Administration and PSA Services for January 2022
- Lauterbach & Amen, LLP invoice #64356 in the amount \$850 for monthly Accounting and Benefits Administration and PSA Services for February 2022
- Lauterbach & Amen, LLP invoice #65108 in the amount \$850 for monthly Accounting and Benefits Administration and PSA Services for March 2022
- Lauterbach & Amen, LLP invoice #64085 in the amount \$300 for preparation of payroll tax forms for the calendar year ended December 31, 2021

A motion was made by Trustee Lans and seconded by Trustee Johnson to approve the additional bills as presented. Motion carried by roll call vote.

AYES: Trustees Lans, Camacho, Montgomery, Johnson and Schaefer
NAYS: None
ABSENT: None

Illinois Department of Insurance Compliance Fee: The Board noted that the Illinois Department of Insurance Compliance Fee invoice will be issued. A motion was made by Trustee Lans and seconded by Trustee Camacho to approve payment of the IDOI Compliance Fee, upon receipt of the invoice in an amount not to exceed \$3,000. Motion carried by roll call vote.

AYES: Trustees Lans, Camacho, Montgomery, Johnson and Schaefer
NAYS: None
ABSENT: None

TREASURER’S REPORT – JAYE QUIMBY: Ms. Hughes reviewed the current account balances with the Board as well as the cash management policy for the upcoming transfer of assets.

COMMUNICATIONS AND REPORTS: *Statements of Economic Interest:* The Board was reminded that the Statements of Economic Interest are due by May 1, 2022.

Affidavits of Continued Eligibility: The Board noted that an Affidavit of Continued Eligibility will be mailed to Trustee Schaefer. A status update will be provided at the next regular meeting.

TRUSTEE TRAINING UPDATES: The Board discussed upcoming training opportunities. Trustees were reminded to submit any certificates of completion to L&A for recordkeeping.

Approval of Trustee Training Registration: There were no trustee training registration fees or reimbursable expenses presented for approval.

APPLICATIONS FOR MEMBERSHIP/WITHDRAWALS FROM FUND: *Contribution Refund – Matthew Nordstrom:* The Board reviewed the contribution refund request submitted by Matthew Nordstrom. A motion was made by Trustee Schaefer and seconded by Trustee Johnson to approve Matthew Nordstrom’s contribution refund in the amount of \$1,389.49 paid directly to himself. Motion carried by roll call vote.

AYES: Trustees Lans, Camacho, Montgomery, Johnson and Schaefer
NAYS: None
ABSENT: None

APPLICATIONS FOR RETIREMENT/DISABILITY BENEFITS: There were no applications for retirement or disability benefits.

OLD BUSINESS: *Discussion/Possible Action – Appointment of Authorized Representatives in Accordance with IPOPIF Administrative Rule 2021-0 and Acknowledge IPOPIF Notice of Transfer Date, Adopt Resolution of Notice and Execute Exhibits:* The Board reviewed the correspondence received from IPOPIF and acknowledged the Rockton Police Pension Fund transfer date as June 1, 2022. A motion was made by Trustee Lans and seconded by Trustee Schaefer to adopt Resolution 2022-01, to approve Exhibit A, designating Trustees Camacho and Johnson as the Authorized Agents on behalf of the Rockton Police Pension Fund and to approve Exhibit B, notifying Sawyer Falduto Asset Management, LLC and Charles Schwab of the transfer of assets. Motion carried by roll call vote.

AYES: Trustees Lans, Camacho, Montgomery, Johnson and Schaefer
NAYS: None
ABSENT: None

Review/Approve – Local Account Collateralization: The Board reviewed the memorandum prepared by L&A regarding the opportunity to collateralize the BMO Harris Bank operating account in excess of the standard \$250,000 FDIC insurance coverage. A motion was made by Trustee Camacho and seconded by Trustee Johnson to execute the tri-party pledge depository agreement on behalf of the Fund. Motion carried by roll call vote.

AYES: Trustees Lans, Camacho, Montgomery, Johnson and Schaefer
NAYS: None
ABSENT: None

Discussion/Possible Action – Enterprise Cash Flow Module and My State Street.com Set-Up Access Form: The Board reviewed the Enterprise Cash Flow Module and My State Street.com application. Further discussion will be held at the next regular meeting.

IPOPIF Status Update and Discussion/Possible Action to be Taken on All IPOPIF Requests Pertaining to Consolidation: This item was not discussed.

NEW BUSINESS: *Appointed Member Term Expiration – Ronald Montgomery:* The Board noted that Trustee Montgomery’s appointment expires May 2022 and he will not be seeking reappointment. The Board will seek appointment of a new Trustee from the Mayor of the Village of Rockton. Further discussion will be held at the next regular meeting.

Discussion/Possible Action – Active Member Annual Reports: The Board noted that all information pertaining to the annual active member reports will be submitted no later than June 8, 2022. Further discussion will be held at the next regular meeting.

ATTORNEY’S REPORT – REIMER DOBROVOLNY & LABARDI PC: *Legal Updates:* The Board reviewed the *Legal and Legislative Update* quarterly newsletter. Attorney Potthoff discussed recent court cases and decisions, as well as consolidation and general pension matters with the Board.

QILDRO Update – Stephen Dickson: Attorney Potthoff informed the Board that Stephen Dickson’s QILDRO is in process. Further discussion will be held at the next regular meeting.

CLOSED SESSION, IF NEEDED: There was no need for closed session.

ADJOURNMENT: A motion was made by Trustee Montgomery and seconded by Trustee Camacho to adjourn the meeting at 5:20 p.m. Motion carried unanimously by voice vote.

The next regular meeting is scheduled for July 27, 2022 at 4:00 p.m.

Board President or Secretary

Minutes approved by the Board of Trustees on _____.

Minutes prepared by Molly Weslow, Pension Services Administrator, Lauterbach & Amen, LLP